This form is available electronically.		Form Approved - OMB No. 0560-015
<b>FSA-2221</b> (08-18-08)	U.S. DEPARTMENT OF AGRICULTURE Farm Service Agency	Position 2
INT	TEREST ASSISTANCE AGREEMENT	
(See Page 2 for Privacy Act and Burden Statements	s.)	
PART A - BACKGROUND INFORMATION		
Borrower's Name and Address	2. FSA Account Number	
	A. State Code B. Count	y Code C. FSA ID Number
3. Lender's Name and Address	4. Type of Loan:	
	OL OL-LOC	
5. Loan Closing Date	Principal Amount of Loan or Line of Credit Ceiling     \$	7. Lender's Loan Number
PART B - CONDITIONS OF INTEREST ASS	ISTANCE	
1. Effective Dates		
This agreement is effective beginning (a)	Date and expires on (b)	
2. Rate of Interest Assistance	Date	Date
through the Farm Service Agency of the Unite Rural Development Act (7 USC 1921 et seq) agreement it will reimburse interest to the lend	the interest charged the borrower's account, the U ed States Department of Agriculture (FSA) pursuagrees that in accordance with and subject to the der at a maximum of 4 percent per annum of the e full amount of interest assistance payments may	uant to the Consolidated Farm and conditions and requirements in this average daily principal balance,
The initial period of this agreement begins (a)	and ends (b)	
3. Interest Rates	Date	Date
	erest rate during the term of the interest assistance	ee agreement. The type of rate must be
The interest rate that the lender will charge wi	ill be clearly indicated in the request for interest	assistance. If a variable rate is charged,

The interest rate that the lender will charge will be clearly indicated in the request for interest assistance. If a variable rate is charged, it will comply with 7 C.F.R. Part 762.

# 4. Interest Assistance Payments

FSA payments made in connection with interest assistance will be calculated using the average daily principal balance.

# 5. Annual Interest Assistance Claims and Payment

The initial interest assistance claim will be prepared by the lender using FSA-2222, "Request for Interest Assistance Payment" within 12 months after the ending date of the initial period specified in this agreement. The borrower must meet eligibility requirements in 7 C.F.R. Section 762.120 to renew interest assistance for subsequent claim periods. Subsequent claims will be filed by the lender within 12 months after the ending date of the claim period. Claims not filed within 1 year of the ending date of the claim period will not be paid, and the amount due the lender will be permanently forfeited.

# 6. Beginning Farmer Request for Continuation of Interest Assistance

This agreement may be renewed for up to an additional five years if at the expiration date in paragraph 1, the borrower is a beginning farmer, as defined in FSA regulations, and meets all the requirements of 7 C.F.R. Section 762.150. To request the extension, the lender will submit the documentation outlined in 7 C.F.R. Section 762.150.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

# **PART B - CONDITIONS OF INTEREST ASSISTANCE CONTINUED**

# 7. When Interest Assistance Payments Cease

For cases when FSA purchases a portion of the loan, interest assistance payments on the loan will cease. Interest assistance payments will cease upon termination of the loan guarantee, upon reaching the expiration date set forth in this agreement or upon cancellation by FSA. Interest assistance payments shall cease upon the assumption or transfer of the loan if the transferee was not liable for the debt at the time the assistance was granted in accordance with 7 C.F.R. Section 762.150. The lender shall complete FSA-2222 to request payment for the interest assistance through the date of the transfer or assumption of the guaranteed loan.

### 8. Cash Flow

The lender must document that a feasible plan is not possible without reducing the interest rate on the borrower's loan, with the debt scheduled over the maximum term typically used by lenders for similar type loans, within the limits in 7 C.F.R. Section 762.124. A borrower's new guaranteed loan is eligible for interest assistance if the borrower needs interest assistance to achieve a feasible plan. If significant changes in the borrower's cash flow budget are anticipated after the initial 12 months, then the typical cash flow budget must demonstrate that the borrower will still have a feasible plan, following the anticipated changes, with or without interest assistance. Feasible plan and cash flow budget are defined in 7 CFR Part 761 and must be calculated in accordance with that part.

### 9. Cancellation of Interest

Lender certifies that the amount of interest reduction on the borrower's account will be canceled as it becomes due.

# 10. Regulatory Changes

This agreement is subject to the present regulations of the FSA and its future regulations not inconsistent with the provisions of this agreement.

### 11. Cancellation

The interest assistance agreement is incontestable except for fraud or misrepresentation of which the lender has actual knowledge at the time this agreement is executed or for which the lender participates in or condones.

# 12. Excessive Interest Assistance

FSA may amend or cancel this agreement and collect from the lender any amount of payment granted as a result of incomplete or inaccurate information, computation errors, or other circumstances which resulted in interest assistance payment that the lender was not entitled to receive.

# 13. Access to Lender's Files

Upon request by FSA, the lender will permit representatives of FSA (or other agencies of the U.S. Department of Agriculture) to inspect and make copies of any of the records of the lender pertaining to FSA guaranteed loans. Such inspection and copying may be made during regular office hours of the lender, or any other time the lender and FSA find convenient.

To the extent permitted by law and the supervisory agency, the lender agrees to allow FSA access to audit findings by the lender's supervising agency when examining interest assistance claims.

PART C - CERTIFICATIONS			
1A. Name of Borrower	1B. Signature of Borrower	1C. Date	
2A. Name and Title of Lender's Representative (Print)	2B. Signature of Lender's Representative	2C. Date	
3A. Name and Title of Authorized FSA Official (Print)	3B. Signature of Authorized FSA Official	3C. Date	

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act (7 USC 1921 et seq), and the regulations promulgated thereunder, to solicit the information requested on this agreement. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Department of the Treasury, the Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax Identification Number, may result in a delay in processing this agreement or its rejection.

Under the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0155. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions searching existing data sources gathering and maintaining the data needed, and completing and reviewing the collection of information. **RETURN THIS COMPLETED FORM TO YOUR LOCAL FSA OFFICE.**